

FISCAL NOTE

SB 1626 - HB 1897

April 19, 2001

SUMMARY OF BILL: Prohibits the state from contracting with managed care organizations for the provision of dental services to TennCare enrollees as a part of a contract to provide the full range of services to the general population of TennCare enrollees. The state is to enter into a separate contract with one or more managed care organizations for the provision of dental services to TennCare enrollees.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$1,658,000

Other Fiscal Impact - Increase Federal Expenditures - \$2,822,000

Estimate assumes:

- Only children receive dental benefits from the TennCare Program. There are approximately 560,000 children currently participating in the program.
- Carving the dental program out of the medical portion of the program is estimated to cost an additional \$8 per enrollee, resulting in an increase in expenditures to the TennCare Program of \$4,480,000.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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